

**FIRST SOUND BANK**

	CPP Disbursement Date 12/23/2008	Cert 57799	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2010 \$ millions	2011 \$ millions	%chg from prev		
Assets	\$145	\$149	2.4%		
Loans	\$114	\$99	-13.3%		
Construction & development	\$10	\$8	-13.4%		
Closed-end 1-4 family residential	\$1	\$0	-100.0%		
Home equity	\$4	\$4	12.2%		
Credit card	\$0	\$0			
Other consumer	\$0	\$0	-100.0%		
Commercial & Industrial	\$34	\$27	-22.6%		
Commercial real estate	\$26	\$22	-17.1%		
Unused commitments	\$22	\$19	-12.6%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$0	\$0	-76.1%		
Asset-backed securities	\$0	\$0			
Other securities	\$1	\$1	-3.5%		
Cash & balances due	\$24	\$45	91.7%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$141	\$145	2.8%		
Deposits	\$136	\$142	3.9%		
Total other borrowings	\$2	\$0	-100.0%		
FHLB advances	\$2	\$0	-100.0%		
Equity					
Equity capital at quarter end	\$5	\$4	-9.8%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$7	\$6	NA		
Performance Ratios					
Tier 1 leverage ratio	3.0%	2.8%	--		
Tier 1 risk based capital ratio	3.6%	4.0%	--		
Total risk based capital ratio	4.9%	5.3%	--		
Return on equity <sup>1</sup>	-238.8%	112.5%	--		
Return on assets <sup>1</sup>	-7.7%	2.7%	--		
Net interest margin <sup>1</sup>	4.8%	3.9%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	42.9%	32.2%	--		
Loss provision to net charge-offs (qtr)	103.3%	-848.5%	--		
Net charge-offs to average loans and leases <sup>1</sup>	6.5%	0.1%	--		
<sup>1</sup> Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2010	2011	2010	2011	
Construction & development	85.3%	83.0%	0.0%	0.1%	--
Closed-end 1-4 family residential	0.0%	0.0%	0.0%	0.0%	--
Home equity	0.0%	0.0%	0.0%	0.0%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.0%	0.0%	0.0%	0.0%	--
Commercial & Industrial	9.8%	14.6%	0.0%	0.0%	--
Commercial real estate	10.4%	1.8%	3.9%	0.2%	--
Total loans	12.6%	11.4%	1.7%	0.3%	--